April 6, 2007

David G. Cynamon,
Chief Executive Officer
KIK International
KCP Income Fund (operating as KIK Custom Products)
33 Macintosh Blvd.
Concord, Ontario
Canada L4K 4L5

David G. Cynamon,
Chief Executive Officer
KIK International
KCP Income Fund (operating as KIK Custom Products)
2921 Corder Street
Houston, TX 77054

KIK SOCAL

General Manager: Bob Brown

Regional Manager West Coast: Greg Wiese

9028 Dice Road

Santa Fe Springs, California

Re: Sixty Day Notice of Intent to Sue KCP (operating as KIK Custom Products) and KIK SOCAL For Violating California Health & Safety Code § 25249.6

Dear sirs:

I am sending you this letter to give you and your company KIK International, KCP Income Fund (operating as KIK Custom Products) and its subsidiary KIK SOCAL (which manufactures KIK bleach products in California)sixty days notice of my intent to sue your company for violating the "Safe Drinking Water and Toxic Enforcement Act" (Health & Safety Code Section 25249.6), which is known as Proposition 65. Your company manufactures and sells bleach products for sale as retailer branded bleach products for top retailers including Albertsons, Kroger, Loblaws, Safeway, Target, Wal-Mart, Walgreens. Some of the bleach products you manufacture and sell contain sodium hypochlorite/chlorine. A list of the bleach products you manufacture and

sell which contain sodium hypochlorite/chlorine is attached hereto as Exhibit A (hereinafter "the Bleach Products").

These retail branded Bleach Products are sold in retail stores throughout California, but specifically for purposes of this notice, in Los Angeles and Orange counties. When used in the normal manner (that is, when added to hot water in laundry) these Bleach Products create chloroform, a chemical known to the State of California to cause cancer. You have not provided any warning, let alone a clear and reasonable warning, on the Bleach Product itself nor do you require that the retail stores to which you sell such Bleach Products provide a clear and reasonable warning on the aisle where the products are sold warning consumers like myself of this fact.

Under Title 22 section 12903 the following is the required information for this notice:

- 1. My name is Jaqueline Vaca, my address is 2012 Cherokee, Tustin, CA 92782 and my telephone number is (714) 209-5640.
- 2. Your company names are KCP (operating as KIK Custom Products) and its subsidiary KIK SOCAL.
- 3. The incident which led to this letter occurred on August 2, 2006 when I purchased "Albertsons Simply Clean Ultra Bleach" at an Albertsons in Huntington Beach, CA and used it in my laundry. There was no warning on the container or on the aisle where it was sold nor anywhere in the store that I could see. I have since returned to the store on a number of occasions and you still do not have the required Proposition 65 warning. I and others have also gone to a number of Albertsons, Kroger, Safeway, Target, Wal-Mart, and Walgreens stores in Los Angeles and Orange counties, and again there are no warnings of any kind where the Bleach products are sold in those stores.
- 4. The name of the listed chemical involved in the alleged violation is chloroform, which has been designated by the State of California as a chemical known to the state to cause cancer.
- 5. The route of exposure for this chemical is by inhalation, the breathing of the chemical in the air.
- 6. You manufacture, market, distribute and sell to retail stores retailer branded Bleach Products for top retailers including Albertsons, Kroger, Safeway, Target, Wal-Mart, Walgreens which contain sodium hypochlorite/chlorine. As recently as this year, the California Air Resources Board and California Environmental Protection Agency released a study on various products and

concluded that use of chlorine bleach results in the emission of chloroform gas under normal use conditions. In other words, normal use of your retail branded Bleach Products (that is, when the bleach is added to hot water in laundry) results in chloroform gas which is then breathed in both by the person doing laundry and anyone in the area where the laundry is being done. Of course, this is usually, as in my case, in the smallest and most poorly ventilated part of a house or apartment.

- 7. As required, with this letter I have provided a copy of "The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary."
- 8. As required, with this letter I have provided a "Certificate of Merit" signed by my attorney.
- 9. This letter and supporting information has been served on the Office of the Attorney General and the District Attorney for the referenced counties.

If you wish to talk about this matter please contact my attorney, Anthony G. Graham at Graham & Martin LLP, 950 South Coast Drive, Suite 220, Costa Mesa, CA 92626, telephone (714) 850-9390, facsimile (714) 850-9392.

Yours,

Jaqueline Vaca

KIK EXHIBIT A

Bleach

2.75% 3% 10% 12.50% Bleach

- 10% Bleach
- 12% Trade Industrial Bleach
- 12.5% Trade Industrial Bleach
- 15% Trade Industrial Bleach
- 16% Trade Industrial Bleach
- 2.75% Bleach with masking agent
- 3% Bleach
- 2.75% Citrus Fusion Bleach
- 2.75% Field Breeze Bleach
- 2.75% Floral Scented Bleach
- 2.75% Lavender Bleach
- 2.75% Lemon Scented Bleach
- 2.75% Rain Scented Bleach
- 2.75% Regular Bleach
- 2.75% Summit Fresh Bleach

Germicidal

Germicidal 6% Ultra Regular Germicidal Bleach 5.50% 4x1-16 Sections Germicidal Bleach 5-6% Germicidal Bleach 6.0%

Regular

- 5.25% Bleach
- 5.25% Fresh Scent Bleach
- 5.25% French
- 5.25% Lemon Bleach
- 5.25% Spanish
- Regular Bleach 4%

Regular Fresh Scented Bleach 4%

Regular Lemon Scented Bleach 4%

6.0% Bleach

Ultra

- 6% Floral
- 6% Lemon
- 6% Orange
- 6% Rain Fresh
- 6% Ultra Regular

CERTIFICATE OF MERIT Health and Safety Code Section 25249.7(d)

I, Anthony G. Graham, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice(s) in which it is alleged the Violators has violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I have consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the alleged exposures to the listed chemicals that are the subject of the action.
- 3. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute.
- 4. The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including the information identified in Health and Safety Code section 25249.7(h)(2), i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed at Costa Mesa, California on April 4, 2007.



OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the Office of Environmental Health Hazard Assessment, the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"), A copy of this summary must be included as an attachment to any notice of violation served upon an alleged violator of the Act. The summary provides basic information about the provisions of the law, and is intended to serve only as a convenient source of general information. It is not intended to provide authoritative guidance on the meaning or application of the law. The reader is directed to the statute and its implementing regulations (see citations below) for further information.

Proposition 65 appears in California law as Health and Safety Code Sections 25249.5 through 25249.13. Regulations that provide more specific guidance on compliance, and that specify procedures to be followed by the State in carrying out certain aspects of the law, are found in Title 22 of the California Code of Regulations, Sections 12000 through 14000.

WHAT DOES PROPOSITION 65 REQUIRE?

The "Governor's List." Proposition 65 requires the Governor to publish a list of chemicals that are known to the State of California to cause cancer, or birth defects or other reproductive harm. This list must be updated at least once a year. Over 550 chemicals have been listed as of May 1, 1996. Only those chemicals that are on the list are regulated under this law. Businesses that produce, use, release or otherwise engage in activities involving those chemicals must comply with the following:

Clear and reasonable warnings. A business is required to warn a person before "knowingly and intentionally" exposing that person to a listed chemical. The warning given must be "clear and reasonable." This means that the warning must: (1) clearly make known that the chemical involved is known to cause cancer, or birth defects or other reproductive harm; and (2) be given in such a way that it will effectively reach the person before he or she is exposed. Exposures are exempt from the warning requirement if they occur less than twelve months after the date of listing of the chemical.

Prohibition from discharges into drinking water. A business must not knowingly discharge or release a listed chemical into water or onto land where it passes or probably will pass into a source of drinking water. Discharges are exempt from this requirement if they occur less than twenty months after the date of listing of the chemical.

DOES PROPOSITION 65 PROVIDE ANY EXEMPTIONS?

Yes. The law exempts:

Governmental agencies and public water utilities. All agencies of the federal, State or local government, as well as entities operating public water systems, are exempt.

Businesses with nine or fewer employees. Neither the warning requirement nor the discharge prohibition applies to a business that employees total of nine or fewer employees.

Exposures that policy inficant risk of cancer. For obemicals that are listed as known to the late to cause cancer ("carcinogens"), a warning is not required if the business can demonstrate that the exposure occurs at a level that poses "no significant risk." This means that the exposure is calculated to result in not more than one excess case of cancer in 100,000 individuals exposed over a 70-year lifetime. The Proposition 6.5 regulations identify specific "no significant risk" levels for more than 250 listed carcinogens.

Exposures that will produce no observable reproductive effect at 1,000 times the level in question. For chemicals known to the State to cause birth defects or other reproductive harm ("reproductive toxicants"), warning is not required if the business can demonstrate that the exposure will produce no observable effect, even at 1,000 times the level in question. In other words, the level of exposure must be below the "no observable effect level (NOEL)," divided by a 1,000-fold safety or uncertaint factor. The "no observable effect level" is the highest dose level which has not been associated with an observable adverse reproductive of developmental effect.

Discharges that do not result in a "significant amount" of the lister chemical emering into any source of drinking water. The prohibition from discharges into drinking water does not apply if the discharger able to demonstrate that a "significant amount" of the listed chemical in not, does not, or will not enter any drinking water source, and that the discharge complies with all other applicable laws, regulations, permits, requirements, or orders. A "significant amount" means any detectable amount, except an amount that would meet the "no significant risk" "no observable effect" test if an individual were exposed to such amount in drinking water.

HOW IS PROPOSITION 65 ENFORCED?

Enforcement is carried out through civil lawsuits. These lawsuits may brought by the Attorney General, any district attorney, or certain city tomeys (those in cities with a population exceeding 750,000). Laws tomeys also be brought by private parties acting in the public interest, only after providing notice of the alleged violation to the Anomey Geral, the appropriate district attorney and city attorney, and the business cused of the violation. The notice must provide adequate informationallow the recipient to assess the nature of the alleged violation. A not must comply with the information and procedural requirements specifin regulations (Title 22, California Code of Regulations, Section 129 A private party may not pursue an enforcement action directly to Proposition 65 if one of the governmental officials noted above init an action within sixty days of the notice.

A business found to be in violation of Proposition 65 is subject to penalties of up to \$2,500 per day for each violation. In addition, the ness may be ordered by a court of law to stop committing the violation.

FOR FURTHER INFORMATION...

Contact the Office of Environmental Health Hazard Assessment's osition 65 Implementation Office at (916) 445-6900.

§ 14000. Chemicals Required by State or Federal Law Have Been Tested for Potential to Cause Cancer or Reproductive Toxicity, but Whi Have Not Been Adequately Tested As Required.

(a) The Safe Drinking Water and Toxic Enforcement Act of 1 quires the Governor to publish a list of themicals formally required or federal agencies to have testing for carcinogenicity or require toxicity, but that the state's qualified experts have not found been adequately tested as required [Health and Safety Code 2524]

Readers should note a chemical that alreaders as been designated as known to the state to cause cancer or reproductive toxicity is not included. in the following listing as requiring additional testing for that particular toxicological endpoint. However, the "data gap" may continue to exist, for purposes of the state or federal agency's requirements. Additional information on the requirernents for testing may be obtained from the specific agency identified below.

(b) Chemicals required to be lested by the California Department of

Pesticide Regulation.

The Birth Defect Prevention Act of 1984 (SB 950) mandates that the California Department of Pesticide Regulation (CDPR) review chronic oxicology studies supporting the registration of pesticidal active ingredients. Missing or unacceptable studies are identified as data gaps. The studies are conducted to fulfill generic data requirements of the Federal Insecucide, Fungicide, and Rodenticide Act (FIFRA), which is administered by the U.S. Environmental Protection Agency. The studies are reviewed by CDPR according to guidelines and standards promulgated under FIFRA. Thus, older studies may not meet current guidelines.

The existence of a class gap for a compound does not indicate a total lack of information on the Carcinogenicity or reproductive toxicity of the compound in some cases, information exists in the open scientific literature, but SB 950 requires specific additional information. A data gap does not necessarily indicate that an oncogenic or reproductive hazard exists, For the purposes of this list, a data gap is still considered to be present unul the study is reviewed and found to be acceptable.

Following is a listing of SB 950 data gaps for oncogenicity, reproduction, and teratology studies for the first 200 pesticidal active ingredients. This list will change as data gaps are filled by additional data or replace-

ment studies. For purposes of this section, "one mouse" means oncogenicity in mice, "one rat" means oncogenicity in rats, "repro" means reproduction, "tera rodent" means teratogenicity in rodents, "tera rabbit" means teratogenicity in rabblu.

Chemical	Lexing Messey
Bendiocarb	one rat, repro, sera rodent
Chloroneb	one rat, one mouse, repro, tera- rodent, tera rabbit
•	
PC-0	repro, one rail
Petroleum distillates, aromatic	one rat, one mouse, repro, serai rodent, tera rabbit

(c) Chemicals required to be tested by the United States Environmental Protection Agency, Office of Toxic Substances.

Under Section 4(a) of the Toxic Substances Control Act, testing of a chemical is required when that chemical may present an unreasonable risk, or is produced in substantial quantities and enters the environment in substantial quantities, or may have significant or substantial human exposure.

For purposes of this section, "tera" means teratogenicity, "rtox" means reproductive toxicity, "one" means oncogenicity.

Testing Needed Chemical Alkyl (C12-13) plycidyl ether noz. tera TIOL ICTA HAmyl methyl ether Bisphenol A diglycidyl ether onc, nox noz. tera Cyclobexane* icra Glycidyl methacrylate" 1,6-Hexamethylene diisocyanate nos, iera one, nox, tera N-Mahylpymolidone nex Phonol

cyclohexane and glycidyl methaci, ction 4 health effects testing programs for e have been completed and the U.S. Environnental Protection Agency's review of the testing program data is currently un-

. (d) Chemicals required to be tested by the United States Environmen. tal Protection Agency, Office of Pesticide Programs

The U.S. Environmental Protection Agency (EPA) is responsible for the regulation of pesticides under the Federal Insecticide, Fungicide, and Rodenticide Act (FIFRA), FIFRA requires EPA to register pesticides based on data adequate to demon strate that they will not result in unreasonable adverse effects to people for the environment when used in accordance with their EPA-approved labels.

in 1988, FIFRA was amended to strengthen EPA's pesticide regulation ry authority and responsibilities to reregister pesticides registered prior to 1984 to ensure they meet today's stringent scientific and regulatory standards. Reregistration requires registrants to develop up-to-date data bases for each pesticide active ingredient. As part of the reregistration process, modifications may be rrande to registrations, labels or tolerances to ensure they are protective of human health and the environment. Also, reregistration reviews will identify any pesticides where regulatory action may be necessary to deal with unreasonable risks. EPA has been directed to accelerate the reregistration process so that the entire process is completed by 1997. The 1988 armendments set out a five-phase schedule to accomplish this task with deadlines applying to both perticide registrants and the EPA. These amendments are requiring a substantial number of new studies to be conducted and old studies to be reformatted for EPA review to ensure they are as dequate. EPA may, in the future, request additional data or information to further evaluate arry concerns over the safety of pesticide products.

The chemicals listed below are those for which data are unavailable or inadequate to characterize Oncogenicity, teratogenicity, or reproductive effects potential. For purposes of this section, "One" means oncogenicity, "tera" means teratogenicity, and "repro" means reproductive toxic-

Chemical	Data Requirements
Acrolein	DOC, KIR
Alkyl imidazolines	tera
Ашенув	repro, ten
4-Aminopyridine	onc, repro, tera
4-T-Amylphenol	OOC, TEPTO
Aquashade	DOC, repro, term
Bensulide	OOC, repro, term
Benzisothiazoline-3-one	OOC, repro, term
Brodifacoum	1chto
Bromonitrostyrene	ters
Busan 77	repro
•	
Chlorflurenol methyl	· ten
Chlorophacitione	len.
Chloropicrin	סטכי זבטנס
Chromated arsenicals	ten
Cyclosic	DOC
Cypermethrin	one, repro, term
DCNA	repro, tera
Dibromodicyanobutane	ien
Diclolop-methyl	OOC, KETS
Dicrotophos	onc, repro
Dihalodialkylhydantoins	onc. repro, sera
Dimethepin	DEC, ICPTO, SCIZE
Dimethyldithiocarbamate	ouc, repro, term
Dinocap and its compounds	tera
Diphacinone and salts	onc, repro, sera
Diphenylamine ·	Onc. icra
Dipropyl isocinchomeronate	repro
Diuron	onc

Chemical	Data Rents
	one, repro, tera
Dodine	
Endothail and salts	one, repro, tera
Etholumesale	ODC
	term .
Ethoxyquin	
	ters
Fenthion	one, repro, tera
Fenvalerate	repro, tera
Fluvalinate	
Hydroxy-methyldithiocurbanute	lcr2
lmsralii	OCC
Inorganic chloraics	one, repro, tera
	onc, repro, tera
lodine-potassium iodice	tera
Iprodione	· tera
	onc, repro, tera
Irgazan	
Lamprecide	ouc, repro
Magnesium phosphide	one
Malathion	onc
Maneb	onc, tera
ACOR and salts	lers .
Mainidide and salu	, lett
Medicual chlorise	tera
Meuldchydc	one, term one, term, term
s a minor with the	icra
Methyl isothiocyanan	tora
A coloni meralitico	repro
Methyldithiocaroaniant	iers
. MOK 264	терго
Molinate	• •
•	onc
Naphthalene	one, repro
Naphaleneacetic acid	tera -
Naphthemate salts Napropartide	repro .
h that are writing.	one, tera
Nicotine and derivatives	onc, ters
Nitrapyrin	one, tera
4-Niuophenol	onc. repro, ters
11 a 2 m mm 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	* •
Octhilinone	kera
Oil of Pennyroyal	iem
Omadine salti	one, repro, tera
Creatiez00	repro onc
Oxyfluorien	lera
Pebulate	icra
Perfluidone	OCC
Phenrocdiphan	tera
er and and salls	onc, term
2-Phenylphenol and saits	tera
Pine Oils	tera
	one, repro
	one, repro, tera
Polycihox yizles arthur	iera
Prometon	onc

Propechilor

Chemical	Data Requirements	
Propanil	one, repro	
Propetamphos	ten	
Propiconazole	onc ,	
Propylene oxide	tera	
Pyrazon	one, repro	
Pyrethrin and derivatives	one, izra	
Pyrimidinone	onc, terr	
	•	
Sethoxydim	onc :	
Siduron	Onc, repro, tera	
Sodium fluoride	ten	
Sulfometuron-methyl .	onc, ten	
TBT-containing compounds	OOC, ten	
TCMB	onc, repro, tera	
Temephos	ooc, ten	
Tetrachiorovinphos	000	
· Tetramethria	ooc	
Thisbendazole and salts	DOC, TENTO, LETA	
Thidiszuron	ooc, repro, tera	
Thiodicarb	ters	
Thiophanate-methyl	one, ten	
Thiram	, ooc	
Triadimelon	ouc, repro	
Triclopyr and salts	onc	
2/2	· .	
Vernolaic	onc., repro	
Revised: January 1, 1998	11	
HISTORY 1. New section submitted to OAL for printing only pursuant to Government Code		
section 11343.8 (Register	89. No. 17).	
2. Amendment submitted to	DAL for printing only pursuant to Government Code	
section 11343.8 (Register	90, No. 2).	
3. Amendment submitted to OAL for printing only pursuant to Government Code section 11343.8 (Register 91., No. 17).		
4. Editorial correction of subsection (d) (Regimer 91, No. 31).		
5. Editorial concection of printing error (Register 91, No. 43).		
6. Editorial correction instituting insidvenently omitted amendment. Submitted (OAL for printing only pursuant to Government Code section 11343.8 (Register)		
93, No. 20).		
7. Editorial correction of princing errors (Register 93, No. 45).		
 Amendment of subsection (d) filed 5-1-94, Submitted to OAL for printing on (Register 94, No. 31). 		
9, Amendment of subsections (b), (c), and (d) filed 12-23-94. Submitted to O/		
for printing only (Register 95, No. 1).		
10. Amendment submitted to OAL for printing only pursuant to Governm Code section 11343.8 (Register 95, No. 52).		
11. Amendment filed 1-30-97; operative 1-30-97. Submitted to OAL for pr		
ing only pursuant to Health, and Salety Code section 25249.8 (Regimes 97.		
5). 12. Amendment of subsectionss (b), (c) and (d) filed 2-13-98; operative 2-13-		
Submitted to OAL for privating only pursuant to Health and Safety Code see		
25249.8 (Register 98, No. 7).		
l		

[The next page is 201.]

Animal bioassay data is admissible and generally indicauve of potential effects in humans.

For purposes of this regulation, substances are present occupationally when there is a possibility of exposure either as a result of normal work operations or a trasonably foreseeable emergency resulting from work-place operations. A reasonably foreseeable emergency is one which a reasonable person should anticipate based on usual work conditions, a substance's particular chemical properties (e.g., potential for explosion, fire, reactivity), and the potential for human health hazards. A reasonably foreseeable emergency includes, but is not limited to, spills, fires, explosions, equipment failure, rupture of containers, or failure of control equipment which may or do result in a release of a hazardous substance into the workplace.

(b) Administrative Procedure Followed by the Director for the Development of the Initial List. The Director shall hold a public hearing concerning the initial list. The record will remain open 30 days after the public hearing for additional written comment. Requests to exempt a substance in a particular physical state, volume, or concentration from the provisions of Labor Code sections 6390 to 6399.2 may be made at this time. If no comments in opposition to such a request are made at the public hearing or received during the comment period, or if the Director can find no valid reason why the request should not be considered, it will be incorporated during the Director's preparation of the list.

After the public comment period the Director shall formulate the initial list and send it to the Standards Board for approval. After receipt of the list or a modified list from the Standards Board, the Director will adopt the list and file it with the Office of Administrative Law.

(c) Concentration Requirement. In determining whether the concentration requirement of a substance should be changed pursuant to Labor Code section 6383, the Director shall consider valid and substantial evidence. Valid and substantial evidence shall consist of clinical evidence or toxicological studies including, but not limited to, animal bioassay tests, short-term in vitro tests, and human epidemiological studies. Upon adoption, a regulation indicating the concentration requirement for a substance shall consist of a footnote on the list.

(d) Procedures for Modifying the List. The Director will consider petitions from any member of the public to modify the list or the concentration requirements, pursuant to the procedures specified in Government Code section 11347.1. With petitions to modify the list, the Director shall make any necessary deletions or additions in accordance with the procedures herein set forth for establishing the list. The Director will review the existing list at least every two years and shall make any necessary additions or deletions in accordance with the procedures herein set forth for establishing the list.

(c) Criteria for Modifying the List. Petitions to add or remove a substance on the list, modify the concentration level of a substance, or reference when a particular substance is present in a physical state which does not pose any human health risk must be accompanied with relevant and sufficient scientific data which may include, but is not limited to, short-term tests, animal studies, human epidemiological studies, and clinical data. If the applicant does not include the complete content of a referenced study or other document, there must be sufficient information to permit the Director to identify and obtain the referenced material. The petitioner bears the burden of justifying any proposed modification of the list.

The Director shall consider all evidence submitted, including negative and positive evidence. All evidence must be based on properly designed studies for toxicological endpoints indicating adverse health effects in humans, e.g., carcinogenicity, mutagenicity, neurotoxicity, organ dama-pereffects.

For purposes of this regulation, animal data is admissible and generally indicative of potential effects in humans.

The absence of a particular category of studies shall not be used to prove the absence of risk.

inherent insensitivities, negative results must be ree valuated in light of the limits of sensitivity of each study, its test design, and the protocol followed

In evaluating different results among proper tests, as a general rule, positive results shall be given more weight than negative results for purposes of including a substance on the list or modifying the list in reference to concentration, physical state or volume, so that appropriate information may be provided regarding those positive results. In each case, the relative sensitivity of each test shall be a factor in resolving such conflicts.

NOTE: Authority cited: Section 6380, Labor Code. Reference: Sections 6361, 6380, 6380.5, 6382 and 6383, Labor Code.

HISTORY

- 1. New article 5 (section 337) filed 11-5-81; effective thirtieth day thereafter (Register 81, No. 45).
- Amendment of subsection (d) filed 1-15-57; effective upon filing pursuant to Government Code section 11346.2(d) (Register 57, No. 3).
- 1. Editorial correction of HISTORY 2. (Register 91, No. 19).

§ 338. Special Procedures for Supplementary Enforcement of State Plan Requirements Concerning Proposition 65.

(a) This section sets forth special procedures necessary to comply with the terms of the approval by the United States Department of Labor of the California Hazard Communication Standard, pertaining to the incorpo ration of the occupational applications of the California Safe Drinkin and Toxic Enforcement Act (hereinafter Proposition 65), as set forth i 62 Federal Register 31159 (June 6, 1997). This approval specificall placed certain conditions on the enforcement of Proposition 65 with re gard to occupational exposures, including that it does not apply to the conduct of manufacturers occurring outside the State of California, An person proceeding "in the public interest" pursuant to Health and Safet Code § 25249.7(d) (hereinafter "Supplemental Enforcer") or any distri attorney or city attorney or prosecutor pursuant to Health and Safe Code § 25249.7(c) (hereinafter "Public Prosecutor"), who alleges the e istence of violations of Proposition 65, with respect to occupational c posures as incorporated into the California Hazard Communication Su dard (hereinafter "Supplemental Enforcement .Matter"), shall comp with the requirements of this section. No Supplemental Enforcement Maner shall proceed except in compliance with the requirements of t section.

(b) 22 CCR § 12903, setting forth specific requirements for the contant manner of service of sixty-day notices under Proposition 65, in fect on April 22, 1997, is a dopted and incorporated by reference. In action, any sixty-day notice concerning a Supplemental Enforcement N ter shall include the following statement:

"This notice alleges the violation of Proposition 65 with respect to cupational exposures governed by the California State Plan for Occupational Safety and Health. The State Plan incorporates the provision Proposition 65, as approved by Federal OSHA on June 6, 1997. This proval specifically placed certain conditions with regard to occupation exposures on Proposition 65, including that it does not apply to the duct of manufacturers occurring outside the State of California. The proval also provides that an employer may use the means of compli in the general hazard communication requirements to comply with I osition 65, it also requires that supplemental enforcement is subject supervision of the California Occupational Safety and Health Admitration. Accordingly, any settlement, civil complaint, or substateour orders in this matter must be submitted to the Attorney Gen

- (c) A Supplemental Enforcer or Public Prosecutor who commer Supplemental Enforcerment Matter shall serve a file-endorsed ex the complaint upon the Attorney General within ten days after fill in the Court.
- (d) A Supplemental Enforcer or Public Prosecutor shall serve up Attorney General a copy of any motion, or opposition to a most

CERTIFICATE OF SERVICE

I am over the age of 18 and not a party to this case. I am a resident of the county where the mailing occurred. My address is 950 South Coast Drive, Suite 220, Costa Mesa, CA 92626.

I served the 60-Day Notice of Intent to Sue Under Health & Safety Code Section 24249.6 and "The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary", by US Mail on April 6, 2007 on the following persons:

David G. Cynamon, Chief Executive Officer KCP (operating as KIK Custom Products) 33 Macintosh Blvd. Concord, Ontario Canada L4K 4L5

David G. Cynamon,
Chief Executive Officer
KIK International
KCP Income Fund (operating as KIK Custom Products)
2921 Corder Street
Houston, TX 77054

KIK SOCAL

General Manager: Bob Brown Regional Manager West Coast: Greg Wiese 9028 Dice Road

Santa Fe Springs, California

California Attorney General Proposition 65 Notice 1515 Clay Street, 20th Floor

P O Box 70550 Oakland, CA 94612 Orange County District Attorney 700 Civic Center Dr. W., 2nd Fl. Santa Ana, CA 92701

Los Angeles City Attorney 200 N. Main St. N.E. Los Angeles, CA 90012 Los Angeles County DA 210 W. Temple Street, 18th Floor Los Angeles, CA 90012

Riverside County DA 4075 Main St., 1st Fl. Riverside, CA 92501 San Bernardino County DA 316 N. Mountain View Av. San Bernardino, CA 92415 Courtesy copy to KIK counsel:

James Basile Kirkland & Ellis 555 California Street San Francisco, CA 94104

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. In Michia

Dated: April 6, 2007